**Public Service Commission of South Carolina** 101 Executive Center Dr., Suite 100 Columbia, SC 29210



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Fax: 803-896-5199

www.psc.sc.gov

Email form to: contact@psc.sc.gov

**Letter of Protest** 

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**Email** 

* Required Fields  Date: * August 24 ,2012			2012 - 17	7 - WS		
		n Docket	2012			
Protestant Info	mation:					
Name *	Albert K. Stebbins, II					
Mailing Address *	16143 Tana Tea Circ	de			540,0200	
City, State Zip *	Tega Cay	, <u>sc</u>	29708	Phone *	803-548-0309	
E-mail	buzstebbins@hotma	ail.com				

1. What is your connection or interest in this case? \* For example, are you a customer of the Company that is the subject of this pending proceeding? (This section must be completed. Attach additional information if necessary.)

I am a customer on the Tega Cay Water Service system that is requesting an outrageous rate hike.

MiniL Dina

2. Please give a concise statement of your protest. \* (This section must be completed. Attach additional information if necessary.)

According to the letter they mailed to customers, the TCWS is requesting a proposed rate increase based on an average consumption of 4,904 gallons (residential tap) per month as follows:

+18.54% Water Residential increase proposed +66.90% Wastewater Residential increase proposed +43.98% They claim the combined average increase is:

Since they were previously granted an increase to improve infrastructure in 2010 in the amount of 18%, this should have

Plus, the company has had other rate increases in the past and that would have provided necessary revenues to repair and maintain the system. The company has neglected the system and the current proposed rate increases are exorbitant and will be a great burden on those on fixed incomes. The City of Tega Cay demographics reflect a high percentage of retirees that are on fixed incomes and the proposed increase in an already down-turned economy will be extremely burdensome, especially for those with very limited incomes. (See attached additional information.)

3. Do you wish to make an appearance at a hearing in this proceeding , if scheduled, and offer sworn testimony? \*

I would like to attend, but do not desire to offer sworn testimony.

Letter of Protest

August 24,2012

Public Service Commission of South Carolina 101 Executive Center Dr., Suite 100 Columbia, SC 29210

Phone: 803-896-5100 Fax: 803-896-5199 www.psc.sc.gov

Docket: 2012-177-WS

I am protesting the rate hike request by our water & sewer provider known as Tega Cay Water Service. This company has been awarded rate increases and permits, as recently as 2010, over the objection of customers and concern of the Catawba Riverkeeper. TCWS has been the source of many issues with sewage overflow into the lake and surrounding properties. DHEC [or other governmental agency] had even required that they reduce the frequency and effects of these overflows. From memory, the public meetings held in 2010 showed they were supposed to achieve certain benchmarks from previous operational deficiencies that were not met. The TCWS was given the permit [and a rate hike] with the understanding it was to operate with various new benchmarks.

The 2012 letter, provided by TCWS, is an attempt to validate the requested rate hike. It highlights costs borne as a result of additional testing, oversight and compliance monitoring [my words]. This is absurd. The company has additional expenses to comply with a "punitive" action that resulted from their own negligence or poor management. This operation should have been performing regular maintenance and preventive measures while allocating adequate funds for proper maintenance and depreciation annually. Instead, the system has been allowed to depreciate and deteriorate while cash was harvested from the entity. This method of management should not be rewarded with additional customer funds to bail-out their failed oversight. Many customers have been hit by hard economic times or live on a fixed income and will have difficulty in absorbing this inflated rate request.

Consider the appearance of this situation;

- TCWS can operate at the highest margin possible by failing to invest and maintain a system.
- The system deteriorates due to poor management or negligence.
- The provider is penalized for poor management and results.
- The company invests money to perform the minimum required up-fit in a "band-aid" style repair to satisfy the regulators.
- Customers get a product that is similar or lower quality than that which caused regulators to act in the
  first place. [temporarily meets benchmarks but will shortly have similar or worse issues e.g. roots will
  grow back thicker and my further breach the pipe walls].
- Company asks for money invested to fix their previous errors and help pay for the added costs related to monitoring their deficient system.

If these funds are awarded, the company will only have suffered an "opportunity cost" related to the cash investment that bridged from the precious rate hike to current day. Effectively, the company that performs poorly enough to just barely operate while maximizing profitability is rewarded the most. This is not rational and should not be reinforced by the approval of this rate hike request.

(IIII) N. A tillion, HI Albert K. Stebbins, III, Tega Cay, SC, 29708-8552 Nune 803-548-0209 Public Service Commission of South Carolina 101 Executive Center Dr., Suite 100 Columbia, SC 29210



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Date: AUGUST 2	4,2012 DOLKET ZO12-177-WS								
Complainant or	Legal Representative Information: * Required Fields								
Name *	ALBERT K. STEBBINS,III, (HOMEOWNER)								
Firm (if applicable)									
Mailing Address *	16143 TANA TEA CIRCLE								
City, State Zip *	TEGA CAY, SC 29708 Phone * 803-548-0209								
E-mail *	BUZSTEBBINS@HOTMAIL.COM								
	Involved in Complaint: * TEGA CAY WATER COMPANY								
	AT&T is the utility involved, please complete the attachment located at the end of this form.								
Billing Error/A Disconnection Service Issue	The Entention Issue								
	Name of								
nave you contact	ed the Office of Regulatory Staff (ORS)? " Tes No ORS Contact:								
Concise Statement of Facts/Complaint: * (This section must be completed. Attach additional information to this page if necessary.)  UTILITY HAS PROPOSED EXCESSIVE INCREASES IN WATER AND SEWER RATES FOR THE OLDER PART OF TEGA CAY (A 43% INCREASE IN WATER RATES OVER A TWO-YEAR PERIOD AND MORE FOR SEWER RATES) RATES IN THE NEWER PART OF TEGA CAY ARE SUBSTANTIALLY LESS. SEE ATTACHED LETTER OF PROTEST  Relief Requested: * (This section must be completed. Attach additional information to this page if necessary.)  REQUEST PSC INVESTIGATE THE BASIS OF THESE INCREASES AND VERIFY WHY THEY HAVE INCREASED SUBSTANTIALLY MORE THAT TWO-YEAR INCREASE OF COSTS AND WHY THE RATES ARE SO SUBSTANTIALLY MORE THAN FOR FORT MILL AND THE NEWER PART OF TEGA CAY. THE COMPANY SHOULD NOT PROFIT FROM ANY WASTEFUL OR INEFFICIENT OPERATIONS.									
I, ALBER	TH CAROLINA ) VERIFICATION  YORK )  AT K. STEBBINS, III verify that I have read my complaint filed on AUG 24, 2012  Toplainant's Name *  tents thereof, and that said contents are true.  The complainant's Signature for the complainant for the								

238766

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Phone: 803-896-5100 Fax: 803-896-5199

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\* Required Fields

Date: \* August 25,2012

## **Letter of Protest**

in Docket 2012 - 177 - WS

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Protestant Infor	mation:							
Name *	VIRGINIA G. STEBBINS					<u></u>		
Mailing Address *	16143 TANA TEA CIRCLE							
City, State Zip *	TEGA CAY	, <u>sc</u>	29708-8552	Phone *	803-548-0209		<del></del>	
E-mail								
subject of this	connection or interest in this pending proceeding? (This son the Tega Cay Water Servi	section <u>mus</u>	t be completed. Atta	ach addition	al information if n	SC PUBLIC SERVICE	2012 AUG 28	RECE
						SERVICE SION	AM 10: 49	VED

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Wastewater Residential increase proposed +66.90%
They claim the combined average increase is: +43.98%

Since they were previously granted an increase to improve infrastructure in 2010 in the amount of 18%, this should have provided adequate funding to recoup their cost for repairs, etc.

Plus, the company has had other rate increases in the past and that would have provided necessary revenues to repair and maintain the system. The company has neglected the system and the current proposed rate increases are exorbitant and will be a great burden on those on fixed incomes. The City of Tega Cay demographics reflect a high percentage of retirees that are on fixed incomes and the proposed increase in an already down-turned economy will be extremely burdensome, especially for those with very limited incomes.

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